



GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

May 9, 2016

Certified Return Receipt
7015 0640 0001 4528 8809

Great American Insurance Company
Worldwide Insurance Specialists, Inc.
2424 West Missouri Avenue
Phoenix, Arizona 85015-2205

Subject: Cancellation of Surety Bond Number 1471457, Christensen Ready Mix, Fox Mine, S/039/0034, San Pete County, Utah

Dear Sir or Madame:

The Utah Division of Oil, Gas and Mining (Division) received your letter dated April 20, 2015, regarding cancellation of surety bond number 1471457 in the amount of \$30,000.00 effective 90 days from the Division's receipt of your notice. The Division received the letter May 6, 2016; 90 days from that date is August 4, 2016. The mine operator, Christensen Ready Mix, Inc., is being advised that a replacement surety must be provided by July 5, 2016.

Under the terms of the above referenced surety bond, Great American Insurance Company remains liable for reclamation of the existing disturbance. If the surety is not replaced by July 5, 2016, the Division will immediately issue a cessation order to Christensen Ready Mix, Inc., and demand that it commence reclamation. Failure of Christensen Ready Mix to reclaim the mine within 30 days of issuance of the cessation order may result in the Division making demand on Great American Insurance Company to either proceed with reclamation or to pay to the Division the amount of the bond. If Great American Insurance Company fails to complete reclamation or make payment as requested, the Division may proceed to file a Request for Agency Action with the Board of Oil, Gas and Mining to seek forfeiture of the bond.

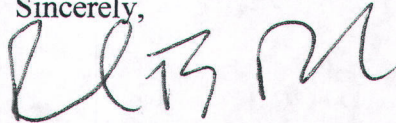
Please confirm that you remain responsible as surety for the reclamation of the existing disturbance. We also ask that you advise the Division immediately if there is any reason or if any conditions arise that may preclude you from continuing as surety for reclamation of the existing disturbance.



Worldwide Insurance Specialists, Inc.
Page 2 of 2
S/039/0034
May 9, 2016

Thank you for your cooperation. If you have any questions, please feel free to call me at 801-538-5261.

Sincerely,

A handwritten signature in black ink, appearing to read 'P. Baker'.

Paul Baker
Minerals Program Manager

PBB:pb

Enclosure Letter to operator dated April 20, 2016, and copy of surety

Cc: Darin Christensen, Christensen Ready Mix

P:\GROUPS\MINERALS\WP\M039-Sanpete\S0390034-FoxMine\final\cancel-surety-05092016.doc